| STATE OF SOUTH CAROLINA Service Agreement and Transportation Agreement between South Carolina Electric & Gas Company and Carolina Filters, Inc. | | |)) BEFORE THE) PUBLIC SERVICE COMMISSION) OF SOUTH CAROLINA)) COVER SHEET)) DOCKET) NUMBER: 2009 - 352 - G | |
|--|----------------------|---|--|--|
| (Please type or print |) | | | |
| Submitted by: K. Chad Burges | | s | SC Bar Number: 69456 | |
| Address: | SCANA Corp. | | Telephone: 803-2 | 217-8141 |
| | 220 Operation V | Vay MC C222 | Fax: 803-2 | 217-7810 |
| | Cayce, SC 29033-3701 | | Other: | |
| Emergency R Other: | | DOCKETING INFOR | | hat apply) nmission's Agenda expeditiously |
| INDUSTRY (Check one) | | NATURE OF ACTION (Check all that apply) | | |
| ☐ Electric | | Affidavit | Letter | Request |
| ☐ Electric/Gas | | Agreement | Memorandum | Request for Certificatio |
| ☐ Electric/Telecommunications | | Answer | ☐ Motion | Request for Investigation |
| ☐ Electric/Water | | Appellate Review | Objection | Resale Agreement |
| Electric/Water/Telecom. | | Application | Petition | Resale Amendment |
| Electric/Water/Sewer | | ☐ Brief | Petition for Reconside | ration Reservation Letter |
| ⊠ Gas | | Certificate | Petition for Rulemakin | ng Response |
| Railroad | | Comments | Petition for Rule to Show | v Cause Response to Discovery |
| Sewer | | Complaint | Petition to Intervene | Return to Petition |
| Telecommunications | | Consent Order | Petition to Intervene Out | of Time Stipulation |
| Transportation | | Discovery | Prefiled Testimony | Subpoena |
| Water | | Exhibit | Promotion | ☐ Tariff |
| Water/Sewer | | Expedited Consideration | Proposed Order | Other: |
| Administrative Matter | | Interconnection Agreement | Protest | |
| Other: | | Interconnection Amendment | Dublisher's Affidavit | |
| | | Late-Filed Exhibit | Report | |



K. Chad Burgess Associate General Counsel

chad.burgess@scana.com

December 16, 2011

VIA ELECTRONIC FILING

The Honorable Jocelyn G. Boyd Chief Clerk/Administrator **Public Service Commission of South Carolina** 101 Executive Center Drive Columbia, South Carolina 29210

RE: Service Agreement and Transportation Agreement between South Carolina Electric and Gas Company and Carolina Filters, Inc.

Docket No. 2009-352-G

Dear Ms. Boyd:

Enclosed for filing only is Amendment Two to Transportation Service with Firm Gas Standby Agreement between South Carolina Electric & Gas Company and Carolina Filters, Inc.

By copy of this letter, we are providing the South Carolina Office of Regulatory Staff with a copy of the enclosed documents for its records.

If you have any questions, please advise.

Very truly yours,

K. Chad Burgess

KCB/kms Enclosures

cc: Jeffrey M. Nelson, Esquire

John Flitter, Esquire

(via U.S. First Class Mail w/enclosure)

This original to be returned AM to SCE&G Company

AMENDMENT TWO TO AGREEMENT FOR TRANSPORTATION SERVICE WITH FIRM GAS STANDBY

This Amendment Two, made and entered into this day of COMPANY, its successors and assigns, hereinafter called "Seller", and CAROLINA FILTERS, INC., its successors and assigns, hereinafter called "Buyer".

WITNESSETH

WHEREAS, Seller provides transportation service to Buyer under the terms of an Agreement for Transportation Service with Firm Gas Standby dated September 17, 1996, and as amended on December 10, 2010 and

WHEREAS, Buyer and Seller have agreed to amend the Agreement for Transportation Service with Firm Gas Standby between Buyer and Seller to increase the MDQ from 175 to 220 dekatherms, to increase the MHQ from 9 to 25 dekatherms, as well as to incorporate creditworthiness language and assignment language.

NOW THEREFORE, in consideration of these covenants and agreements set forth to be kept and performed by the parties hereto, it is mutually agreed as follows:

- A. This Amendment Two shall become effective on December 1, 2011.
- B. Paragraph 1, <u>SCOPE OF DELIVERY</u>, is deleted and replaced with the following:

1. SCOPE OF DELIVERY

Seller acknowledges that Buyer may utilize a source of gas other than system supply gas from Seller's sources. Buyer's gas may be transported to Buyer by Seller under the Transportation services provision of this Agreement. Natural gas is provided hereunder to satisfy Buyer's requirements when Seller is not providing transportation services.

Buyer agrees to purchase from Seller, and Seller agrees to sell to Buyer, up to the Maximum Daily Quantity of natural gas which shall not be subject to interruption or curtailment except for conditions as set forth in Article IV, Paragraph 3, of the General Terms and Conditions hereto attached. The Maximum Daily Quantity of Firm Gas shall be 220 dekatherms per day. Any gas taken by Buyer above the Maximum Daily Quantity, without Seller's advance approval, shall be Unauthorized Overrun Gas and shall subject Buyer to the penalty rate per dekatherm set forth in Article IV, Paragraph 5, of the General Terms and Conditions to Industrial Service Agreements hereto attached. Deliveries of Firm Gas under this paragraph of the Agreement shall be utilized

by Buyer only in Priority-of-Service Category 2 as set forth in Article III, Paragraph 1, of the General Terms and Conditions hereto attached. Buyer shall purchase all gas tendered by Seller up to the Maximum Daily Quantity whenever and to the extent Buyer has a requirement for fuel in the Priority-of-Service Category set forth herein.

C. Paragraph 2, <u>HOURLY DELIVERIES</u>, is deleted and replaced with the following:

2. <u>HOURLY DELIVERIES</u>

Seller shall not be obligated to make hourly deliveries of gas pursuant to Paragraph 1 above at an hourly rate exceeding <u>25</u> dekatherms per hour. Seller reserves the right to regulate the flow of gas delivered hereunder by means of automatic or manually operated flow control valves so as to limit the hourly flow of gas within the specified quantity.

D. Paragraph 5(b), <u>NOMINATION PROCEDURES</u>, is deleted and replaced with the following:

5(b) NOMINATION PROCEDURES

Seller agrees to accept and transport up to 220 dekatherms, excluding shrinkage volumes, of natural gas on a daily basis. Buyer will notify Seller at least five (5) days prior to the end of the month the volumes of gas, in dekatherms, to be transported on a daily basis during the next calendar month. Buyer has the right to change the volume to be transported during the month on a daily basis. It is Buyer's responsibility to notify producers and connecting pipelines regarding any change in transportation volumes. Seller will accept changes in daily volumes dispatched from either Southern or Transco; however, Seller reserves the right to limit or restrict the volumes accepted and transported at any time whenever, in Seller's sole opinion, operating conditions warrant a limitation or restriction on the acceptance or delivery of transportation gas. Limitations or restrictions may be because of, but not limited to, the utilization of deliverability capacity of Seller for Seller's system supply requirements.

- E. The term of this Amendment Two shall be the same as the term of the Agreement for Transportation Service with Firm Gas Standby currently in effect.
- F. No other provisions of the Agreement for Transportation Service with Firm Gas Standby between Seller and Buyer are altered by this Amendment Two.

IN WITNESS WHEREOF, this Amendment Two to Agreement for Transportation Service with Firm Gas Standby has been executed on the date first above written by the parties hereto, by their officers or other representatives.

| CAROLINA FILTERS, INC. | SOUTH CAROLINA ELECTRIC & GAS COMPANY | |
|--------------------------|---------------------------------------|--|
| Buyer // | Seller | |
| histor C. Carley | 1 ath Ble | |
| By | By Martin K. Phalen | |
| Engineering Quality Mape | VICE PRESIDENT – GAS OPERATIONS | |
| Title | Title | |
| | 12/8/11 | |
| Date | Date | |